

AZ Broadband Grant History and Formation of AZ Broadband Development Council

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to**

**Arizona Broadband Development Council
Inaugural Meeting**

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Background: ARRA Grants Awarded in Arizona

| Grantee | Total Award | Type |
|--|--------------|--------------------------------|
| Arizona Government Information Technology Agency | \$6,358,179 | Broadband Data and Development |
| Arizona Office of Economic Recovery | \$1,646,936 | Public Computer Centers |
| Arizona State Library, Archives and Public Records | \$1,278,528 | Public Computer Centers |
| Communication Service for the Deaf, Inc. | \$14,988,657 | Sustainable Adoption |
| GovNET, LLC | \$39,274,877 | Infrastructure |
| Mission Economic Development Agency | \$3,724,128 | Public Computer Centers |
| Navajo Tribal Utility Authority | \$32,190,067 | Infrastructure |
| University Corporation for Advanced Internet Development | \$62,540,162 | Infrastructure |



ASET

Arizona Strategic Enterprise Technology Office of ADOA

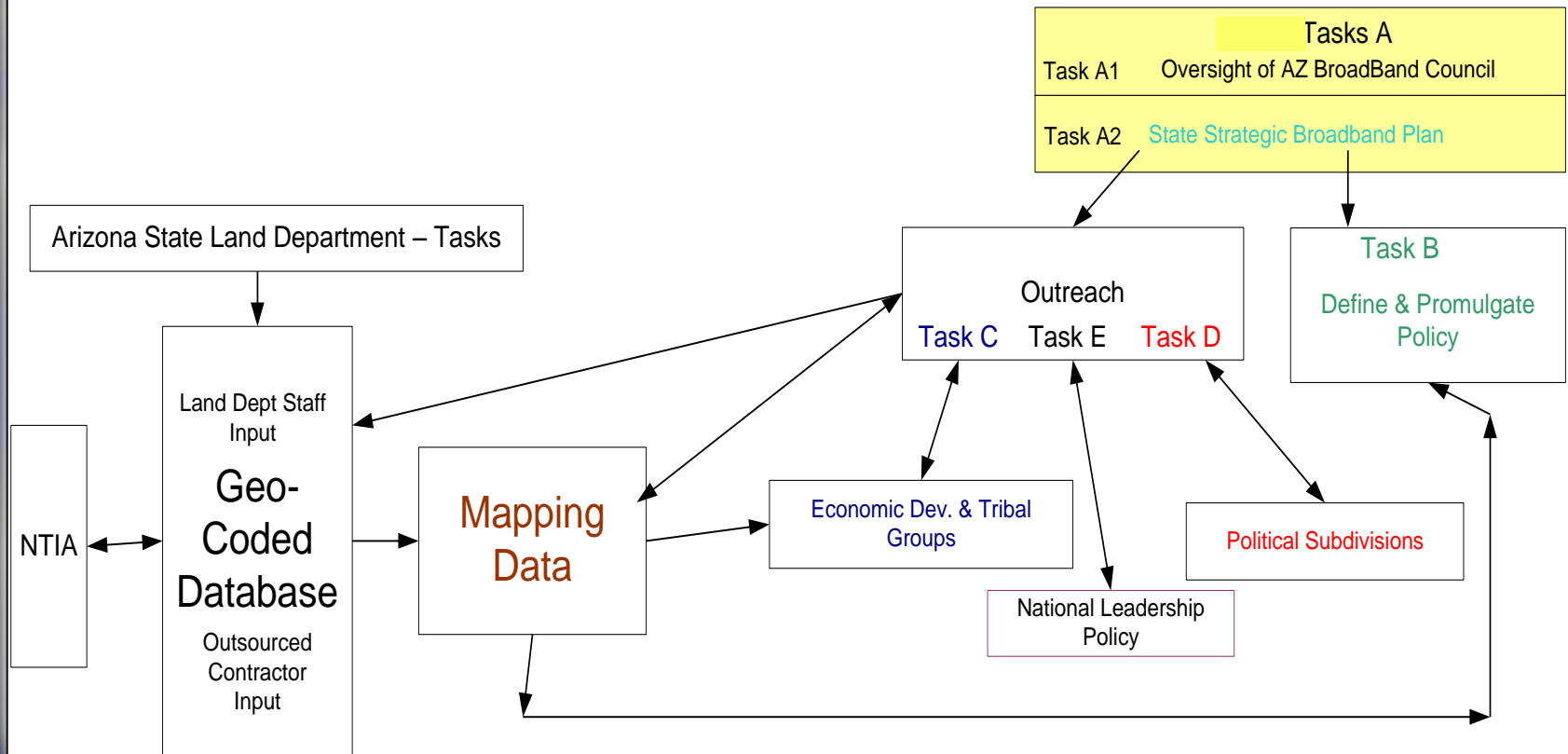


Background: Arizona SBDD Broadband Mapping and Planning Grant

Mapping and Planning Grant

Mapping \$ 4.3M – 2 Grants
(Dec. 2009 & Sept 2010)

Broadband Planning \$2.35M – 2 Grants
(Dec. 2009 & Sept 2010)



SBDD - State Broadband Data & Development (Now SBI - State Broadband Initiative)



Background: Arizona TELCO Owned Middle Mile

Arizona's ILEC owned fiber is the basis of Arizona's broadband backhaul

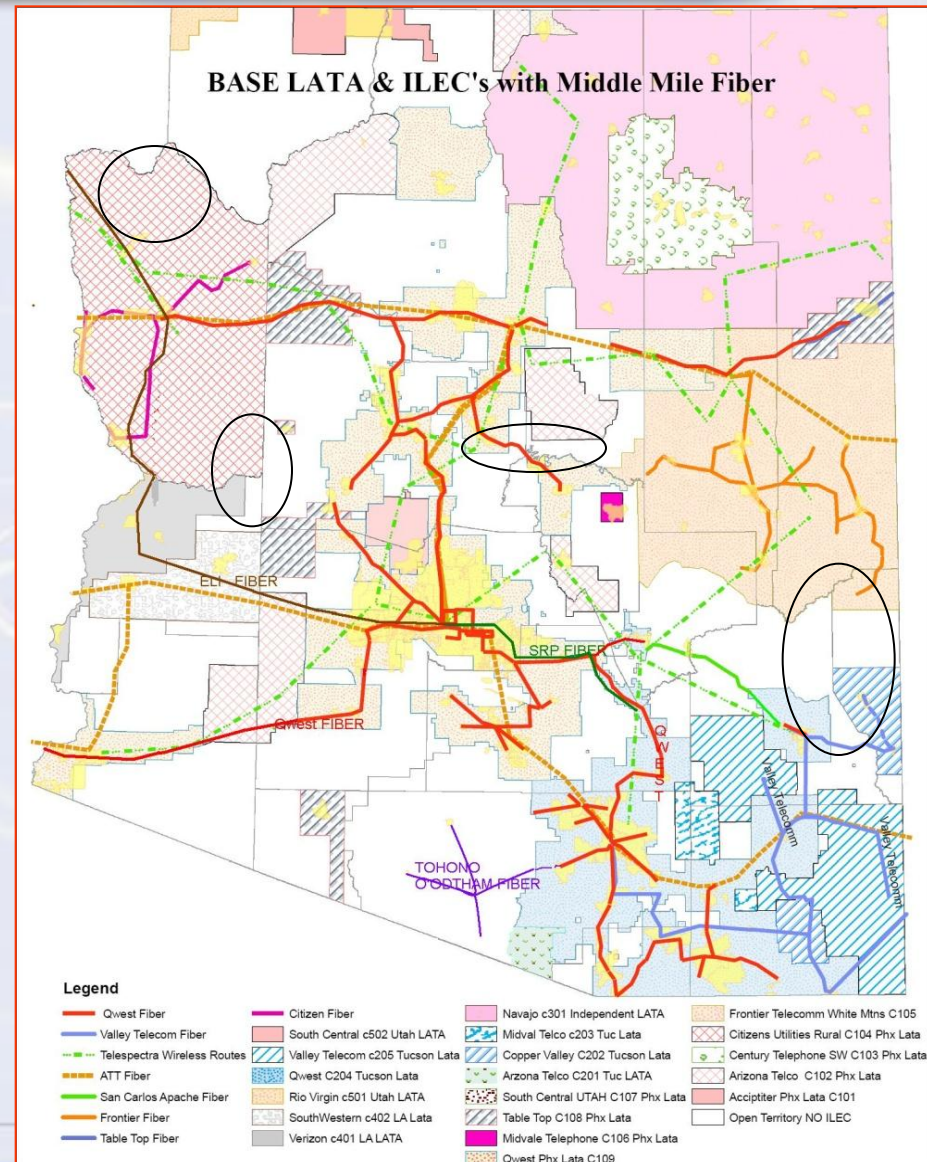
Note:

- The stranded runs
- The lack of loops.
- The lack of redundancy
- The minimal fiber connection between ILEC areas

Law of supply and demand applies to end-user costs for broadband

- Less supply = Higher costs
 - Urban - < \$350/month for T1
 - Rural - \$700 - \$1,500/month

Note: Robust supply of middle mile fiber in Japan equates to 63Mb avg connection speed at \$29/month



National BDIA and SBDD Broadband Project

- **National Broadband Mapping and Planning Project**
Total of \$350 Million allocated to 2008 BDIA* law from 2009 ARRA including:
 - About \$225 Million for National and 50+ state mapping projects
 - About \$125 Million allocated for states' & national broadband planning projects
 - 5 Year Projects (2010-2014)
- **Current National Broadband Map**
 - Initially released Feb 17, 2011
 - National Map, 33 million geocoded records
 - Web based and searchable, producing printable maps at detailed levels
 - Interactive queries based on wide range of criteria
 - Data base is updated every six months from AZ and other States grantees

***BDIA - Broadband Data Improvement Act of 2008 (George Bush signed into law)**



Arizona's SBDD Grants

- **Arizona Broadband Mapping and Planning Project**
 - Application process for BDIA grant started May 2009
 - Total is \$6.3M Federal funds (\$3.9M mapping, \$2.4M planning) plus State in-kind matching requirement (20% of total grant)
 - Both are now 5 Year Projects (2010-2014)
- **Current Status of Arizona Broadband Mapping and Planning Grant**
 - Federal reporting and data upload requirements met on time and within budget
 - AZ Broadband Map released June 2011
 - Broadband Planning meeting goals and benchmarks in grant application



Benefits from Broadband Mapping

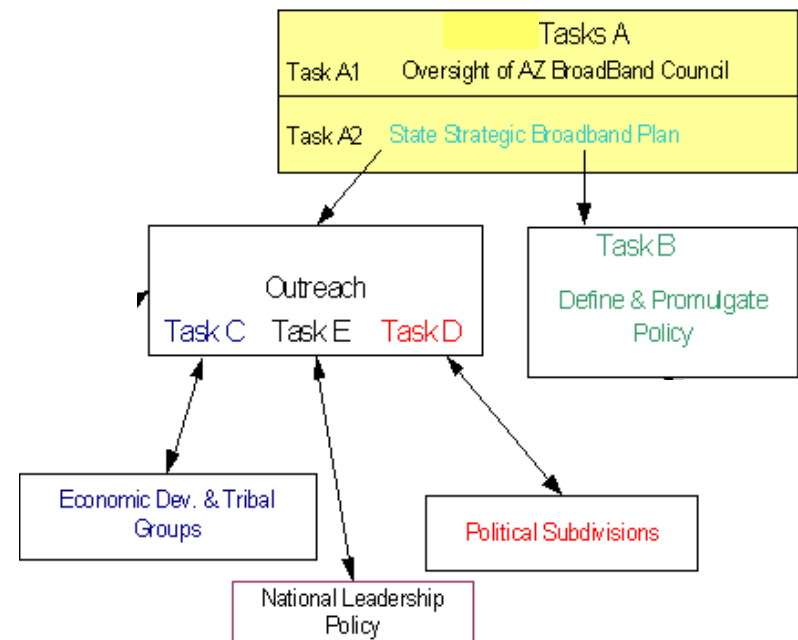
- ✓ **Maps (US and AZ) provide interactive query processes at census block level to tie together demographic and broadband details**
- ✓ **Provide government and private entities new assistance in project planning where access to broadband infrastructure and connectivity are factors. Allows:**
 - **Strategic modeling of the economic impact of demand aggregation based on CAI data**
- ✓ **AZ Broadband Map and related demographic data will become a source for comprehensive infrastructure planning and for economic development far into Arizona's future**



Arizona SBDD Broadband Planning Grant

Mapping and Planning Grant

Broadband Planning \$2.35M – 2 Grants
(Dec. 2009 & Sept. 2010)



SBDD - State Broadband Data & Development (Now SBI – State Broadband Initiative)



Arizona's Three Broadband Planning Focuses

Three Separate focuses over 5 years (2010 - 2014) \$2.35M

- **Focus 1**

**ASET's State Level Planning for Management Capacity Building:
\$1.51 Million**

- In year 1: Initiated roles, completed planning processes, approved plans and budgets, hired needed expertise, set stage for overall plan \$499K
- Year 2-5: Created Arizona Broadband Development Council \$62K
- Year 2-5: Research and Recommend Policy and Best Practices \$128K
- Year 2-5: Retain personnel as needed to complete tasks \$397K
- Year 3-5: Create and maintain AZ Broadband Strategic Plan \$78K
- Year 3-5: ASET's outreach to rural political subdivisions, economic development groups and tribes \$295K
- Year 2-5: Participate in national discussions about broadband \$51K



Arizona's Three Broadband Planning Focuses

- **Focus 2**
Years 3-5: Statewide Technical Assistance Contracts \$523K
 - Identify cadre of expertise and contract with non-profit organizations or individuals who can provide broadband technical assistance
 - Identify rural communities needs and address as appropriate
- **Focus 3**
Years 3-5: Local or Regional Broadband Planning \$320K
 - Organize and support at least 8 regional broadband planning groups
 - Integrate local strategic plans into State Strategic Broadband Plan



Committed Capacity Building Outcomes

- ✓ **Creation and maintenance of State Strategic Plan**
- ✓ **Policy improvements for broadband Infrastructure to be considered as fundamental and essential infrastructure in the law**
- ✓ **Alignment with National Plan**
- ✓ **Nexus for discussion and level playing field for all stakeholders, including the interests of providers, government, consumers and business**



Outcomes of Tech Assistance and Local Planning

- ✓ **Accurate understanding of local conditions, better chance for local areas to receive key grants, quicker problem solving**
- ✓ **Integration of broadband into local area economic development discussions**
- ✓ **Targeted planning for broadband at a local level**
- ✓ **Leveraging of Planning Grant dollars into Infrastructure build-out grant dollars**
- ✓ **Move from local plans to build out to economic benefit**
- ✓ **Scope is eight rural regions of the State, each with a new paradigm for economic growth, better quality of life and increased access to the information age**

